

## Fiscal Estimate - 2019 Session

☒ Original
 ☐ Updated
 ☐ Corrected
 ☐ Supplemental

<b>LRB Number</b> <b>19-5128/1</b>	<b>Introduction Number</b> <b>AB-0787</b>	
<b>Description</b> loan to the Greater Green Bay Convention and Visitor Bureau for the construction of a visitor information and education center and authorizing general fund supported borrowing to fund the loan		
<b>Fiscal Effect</b>  <b>State:</b> <div style="display: flex; flex-wrap: wrap;"> <div style="width: 33%;"> <input type="checkbox"/> No State Fiscal Effect  <input checked="" type="checkbox"/> Indeterminate  <div style="margin-left: 20px;"> <input type="checkbox"/> Increase Existing Appropriations  <input type="checkbox"/> Decrease Existing Appropriations  <input type="checkbox"/> Create New Appropriations                             </div> </div> <div style="width: 33%;"> <input type="checkbox"/> Increase Existing Revenues  <input type="checkbox"/> Decrease Existing Revenues                             </div> <div style="width: 33%;"> <input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget  <div style="margin-left: 40px;"> <input type="checkbox"/> Yes    <input type="checkbox"/> No                             </div> <input type="checkbox"/> Decrease Costs                         </div> </div>		
<b>Local:</b> <div style="display: flex; flex-wrap: wrap;"> <div style="width: 33%;"> <input type="checkbox"/> No Local Government Costs  <input checked="" type="checkbox"/> Indeterminate  <div style="margin-left: 20px;">                         1. <input type="checkbox"/> Increase Costs  <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory                          2. <input type="checkbox"/> Decrease Costs  <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory                     </div> </div> <div style="width: 33%;"> <div style="margin-left: 20px;">                         3. <input type="checkbox"/> Increase Revenue  <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory                          4. <input type="checkbox"/> Decrease Revenue  <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory                     </div> </div> <div style="width: 33%;"> <b>5. Types of Local Government Units Affected</b>  <div style="display: flex; flex-wrap: wrap;"> <div style="width: 33%;"> <input type="checkbox"/> Towns  <input type="checkbox"/> Counties  <input type="checkbox"/> School Districts                             </div> <div style="width: 33%;"> <input type="checkbox"/> Village  <input type="checkbox"/> Others  <input type="checkbox"/> WTCS Districts                             </div> <div style="width: 33%;"> <input type="checkbox"/> Cities                             </div> </div> </div> </div>		
<div style="display: flex; justify-content: space-between;"> <div> <b>Fund Sources Affected</b>  <input checked="" type="checkbox"/> GPR    <input type="checkbox"/> FED    <input type="checkbox"/> PRO    <input checked="" type="checkbox"/> PRS    <input type="checkbox"/> SEG    <input type="checkbox"/> SEGS                         </div> <div> <b>Affected Ch. 20 Appropriations</b>                          20.505(1)(ka)                     </div> </div>		
<b>Agency/Prepared By</b> DOA/ Josh Bachert (608) 261-2292	<b>Authorized Signature</b> Colleen Holtan (608) 266-1359	<b>Date</b> 2/11/2020

## Fiscal Estimate Narratives

DOA 2/11/2020

LRB Number	19-5128/1	Introduction Number	AB-0787	Estimate Type	Original
<b>Description</b>					
loan to the Greater Green Bay Convention and Visitor Bureau for the construction of a visitor information and education center and authorizing general fund supported borrowing to fund the loan					

### Assumptions Used in Arriving at Fiscal Estimate

AB 787 proposes to create appropriation s. 16.299, Wis. Stats., and provides that the Department of Administration (Department) would award an interest-free loan of \$2,000,000 to the Greater Green Bay Convention and Visitor Bureau to construct a visitor information and education center in Brown County. The proposed bill authorizes \$2,000,000 in general fund supported borrowing, as delegated to the Department from the State Building Commission. The loan would be considered an award of the building commission under s. 13.48 (20m), Wis. Stats.

Under the advice of bond counsel, the Department would be required to establish terms and conditions for the contracting of public debt and would be responsible for oversight of all debt contract management.

Under AB 787, \$2,000,000 would be taken from the \$25,000,000 of the general fund supported borrowing authorized by the State Building Commission. As enacted under Wisconsin 2019 Act 9 and the Governor's partial veto of s. 13.48, Wis. Stats., the general fund supported borrowing is authorized to assist the State Building Commission in projects having a public purpose, in an amount up to \$25,000,000.

The Department's Capital Finance Office within the Division of Executive Budget and Finance (DEBF) is responsible for providing debt management of general obligations, revenue obligations, and appropriation obligations issued by the State. As such, DEBF would be responsible for the contracting for the public debt proposed under AB 787 and for ensuring that the loan repayment and management was statutorily compliant and that it adhered to the Post Issuance Bond Compliance Policy and its identified federal tax requirements.

Department personnel time would be required for managing the debt financing of the \$2,000,000 loaned amount, and would be required to create the loan agreement, to oversee the management of the debt and repayments of the loan, and to ensure compliance with federal and state debt financing requirements. The amount of staff time required to accomplish this is indeterminate, however the Department anticipates that the work would be able to be absorbed within current existing staffing levels.

The Department has not estimated any revenue impacts to the local taxing jurisdiction as the property will not be constructed by the State. The local impact of AB 787 is indeterminate.

### Long-Range Fiscal Implications